

WHAT'S? IN IT FOR ME?

Increase in the PERSONAL INCOME TAX THRESHOLD

The Government of Jamaica (GOJ) has proven its ability to overcome the cycle of debt and has effectively lowered public debt, stabilised inflation and reinforced its external position. With this, the social protection system has been strengthened, resulting in increased equity, social resilience and poverty reduction. As such, the Government increased the **Annual General Personal Income Tax (PIT)**.

Effective April 1, 2025, the general PIT for all individuals employed (whether PAYE and/or self-employed) has been increased to **\$1,799,376 dollars**. In April 2026, it will then be increased to **\$1,902,360 dollars** and finally **\$2,003,496 dollars** in April 2027.

This means more of your income will become tax-free giving you more take-home pay and greater financial independence even as you do your part in dutifully driving national development. Additionally, the proposed increase in the Annual General PIT threshold will result in approximately **28,880 additional PAYE taxpayers falling outside of the income tax** roll over the three years.



WHAT YOU SHOULD REMEMBER?



The PAYE threshold will increase in three tranches over the next three years.



By 2027, the first \$2 million you earn annually will be completely free of income tax.



The increase in the income tax threshold puts more money in the pockets of the working population earning above the previous annual threshold (\$1,700,088).



Taxes, including personal income tax, expenses and limitations are reviewed by the Government periodically.

WHAT'S IN IT FOR ME?



The Increase in the PAYE threshold means more take-home pay that will assist with bolstering the spending power of individuals earning above the prior income tax threshold.



The Ministry of Finance and the Public Service is committed to improving the economic well-being of all Jamaicans through sound policies and programmes.